

FISCAL NOTE

SB 3195 - HB 3321

February 23, 2004

SUMMARY OF BILL: Raises the exemption levels for the Hall income tax as follows: exemption for single filers would be raised from \$1250 to \$3750 and from \$2,500 to \$7,500 for joint filers; exemption for taxpayers over age 65 would be raised from \$16,200 to \$17,500 for single filers; exemption for joint filers over age 65 would remain \$27,000. Provides for an effective date of January 1, 2005.

ESTIMATED FISCAL IMPACT:


Decrease State Revenues - \$13,500,000 FY05-06 Recurring
Decrease Local Govt. Revenues - \$4,500,000 FY05-06 Recurring

Estimate assumes:

- 15,000 taxpayers would become exempt under this bill and the amount of tax paid by the remaining taxpayer population would be reduced.
- Because the majority of the Hall income tax is received during the April filing season for the previous tax year, the impact of this legislation will not occur until FY05-06.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director

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